

BEFORE THE POSTAL RATE COMMISSION Washington, D.C. 20268-0001

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POSTAL RATE AND FEE CHANGES, 1997

Docket No. R97-1

AMERICAN BANKERS ASSOCIATION TRIAL BRIEF

February 10, 1998

This Trial Brief summarizes the case presented by American Bankers Association (ABA) in this case.

ABA, Edison Electric Institute (EEI), and the National Association of Presort Mailers (NAPM) have jointly sponsored testimony by witness Clifton dealing with rates for workshared First-Class Letter Mail (FCLM). ABA/EEI/NAPM submitted a Joint Trial Brief covering the issues dealt with in that testimony.

ABA and the Newspaper Association of America (NAA) submitted testimony by Dr. James A. Clifton dealing with rates for the second and third ounces of First-Class Mail. ABA's position on this issue is that, under the Postal Service's proposed rates, the extra ounce rate for the second and third ounces of workshared FCLM is too high and that, as recommended by Dr. Clifton, this rate should be reduced to 12 cents.

Dr. Clifton's testimony, ABA/NAA-T-1, demonstrates that neither the proposed extra-ounce rate for FCLM nor the absence of an extra-ounce rate for the second and third ounces of Standard A is cost justified and that his proposal to reduce the FOLM extra-DOCKETED

ounce rate and slightly increase the cost coverage of Standard A mail is both efficient and equitable.

In addition to the issues addressed in Dr. Clifton's two testimonies, ABA/EEI/NAPM-T-1 and ABA/NAA-T-1, ABA supports OCA witness Willette's proposal, OCA-T-400, to establish a Courtesy Envelope Mail (CEM) rate. ABA will argue that witness Willette's testimony demonstrates that "...CEM is vastly superior to PRM."

In summary, ABA's position in this case is that the rates recommended by Dr. Clifton are supported by rational analysis of the evidence in this case and by application of the relevant statutory factors. ABA also supports the CEM rate proposed by witness Willette.

Respectfully submitted,

Irving D. Warden

CERTIFICATE OF SERVICE

I hereby certify that I have this date caused the foregoing document to be served upon all participants of record in this proceeding in accordance with Section 12 of the Rules of Practice.

Irving D. Warden

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